Sick Industries

2577. SHRI E.M. SUDARSANA NATCHIAPPAN: Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

(a) the number of sick industry during each of the last two years thereafter till date;

(b) the reasons of their sickness;

(c) whether Government has any proposal to review any of these sick industry; and

(d) if so, the details thereof?

THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE AND INDUSTRY (SHRI ASHWANI KUMAR):(a) The Boards for Industrial and Financial Reconstruction (BIFR) consider revival of sick industtrial units registered with the Board under the provisions of Sick Industrial Company (Special Provision) Act, 1985 (SICA). As per information received from BIFR, during the period from 1.1.2004 to 31.12.2004 and from 1.1.2005 to 31.12.2005, the number of sick industrial units registered with the Board are 399 and 180 respectively. Ten cases have been registered with the Board in January, 2006.

(b) Managerial problems, production and technical problems, marketing problems, financial problems, lack of adequate infrastructure, change in Government policies and delay in sanction and disbursement of term loans by financial institutions/banks, etc. are indicated as major factors responsible for sickness in industries. Besides providing a policy regime that facilitates and fosters growth and development of industries, steps taken for revival of sick industrial units, *inter-alia,* include setting up of Board for Industrial and Financial Reconstruction (BIFR) and issue of guidelines by Reserve Bank of India to banks for financial support and amalgamation of sick units with healthy units. Wherever feasible, rehabilitation schemes are sanctioned for the revival of the units registered with the BIFR which, *inter-alia,* include restructuring of the capital, induction of fresh funds by the promoters, Government assistance for public sector units, merger with other companies, relief and concessions in the form of rescheduling of dues by Financial Institutions, banks and Governments and change of management.

(c) and (d) As per information received from BIFR, 96 industrial units were revived during the period from 1.1.2004 to 31.12.2005. States-wise list of the 96 revived cases is enclosed as statement

Statement

State-wise list of revived cases registered with BIFR during 1.1.2004 to 31.12.2005

Sl. No.	States/UT	No. of Units
1.	Andhra Pradesh	9
2.	Chhattisgarh	1
3.	Delhi	6
4.	Goa	1
5.	Gujarat	8
6.	Haryana	4
7.	Karnataka	7
8.	Kerala	4
9.	Madhya Pradesh	2
10.	Maharashtra	22
11.	Orissa	1
12.	Pondicherry	2
13.	Punjab	5
14.	Rajasthan	6
15.	Tamil Nadu	8
16.	Uttar Pradesh	4
17.	Uttranchal	1
18.	West Bengal	5
	TOTAL	96